First-tier Tribunal – Property Chamber

File Ref No.

LON/00BF/F77/2024/0177

## Notice of the Tribunal Decision

#### Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were					
Flat 69 Westmoreland Dr Sutton, London SM2 6AB		N Martindale FRICS						
Landlord		Orbit Ho	Orbit Housing Association					
Tenant		Miss L S	Miss L Smith					
1. The fair rent is	£232.43	Per	week (excluding water rates and council tax but including any amounts in paras 3&4)					
2. The effective date is		9 July 2	024					
3. The amount for services is		ź	£7.43	Per	week			
negligible/not applicable								

4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is

nil	Per	
negligible/not applica	ble	

5. The rent is registered as variable.

6. The capping provisions of the Rent Acts (Maximum Fair Rent) Order 1999 <u>apply.</u> (please see calculation overleaf).

#### 7. Details (other than rent) where different from Rent Register entry

Purpose built low rise 3 & 4 storey blocks of flats from 1970's Block - Brick walls, flat and low mono pitched roofs in fair condition exterior front. Flat, 3 rooms kitchen bathroom/WC & WC Part CH, No carpets curtains white goods, with off road parking space. The landlord may charge any rent up to this figure but not a sum in excess of it.

#### 8. For information only: Section a applies here.

(a) The fair rent to be registered is the maximum fair rent as prescribed by the Rent Acts (Maximum Fair Rent) Order 1999. The rent that would otherwise have been registered was £250 .......
per week including £ 7.42

per week ..... including £ 7.43 ..... for services (variable)

(b) The fair rent to be registered is not limited by the Rent Acts (Maximum Fair Rent) Order 1999, because it is the same as/below the maximum fair rent of including

..... for services (variable) prescribed by the

Order.

Chairman

N Martindale FRICS

Date of decision

9 July 2024

# MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	386.40					
PREVIOUS RPI FIGURE		Y	317.70					
X	386.40	Minus Y	31	7.70	=	= <b>(A)</b>	68.7	0
(A)	68.70	Divided by Y	31	7.70	= <b>(B)</b>		0.216	2
First application for re-registration since 1 February 1999 YES/NO								
lf yes (B) plus 1.075 = (C)								
lf no (B) plus 1.05 = (C)		1.2662						
Last registered rent* *(exclusive of any variable service		177.35 pw (ex 9.65 pw SC) charge)		Multiplied by (C) =		224.56 pw		
Rounded up to nearest 50p =		225						
Variable service charge		<u>YES</u> / NO						
If YES add amount for services		7.43 pw						
MAXIMUM FAIR	RENT =	£232.43		Per		wee	ek	

### **Explanatory Note**

- 1. The calculation of the maximum fair rent, in accordance with the formula contained in the Order, is set out above.
- 2. In summary, the formula provides for the maximum fair rent to be calculated by:
  - (a) increasing the previous registered rent by the percentage change in the retail price index (the RPI) since the date of that earlier registration and
  - (b) adding a further 7.5% (if the present application was the first since 1 February 1999) or 5% (if it is a second or subsequent application since that date).

A 7.5% increase is represented, in the calculation set out above, by the addition of 1.075 to (B) and an increase of 5% is represented by the addition of 1.05 to (B).

The result is rounded up to the nearest 50 pence.

- 3. For the purposes of the calculation the latest RPI figure (x) is that published in the calendar month immediately before the month in which the Tribunal's fair rent determination was made.
- 4. The process differs where the tenancy agreement contains a variable service charge and the rent is to be registered as variable under section 71(4) of the Rent Act 1977. In such a case the

variable service charge is removed before applying the formula. When the amount determined by the application of the formula is ascertained the service charge is then added to that sum in order to produce the maximum fair rent.